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***Housing Authority
Of The
City of Cottonport, Louisiana***

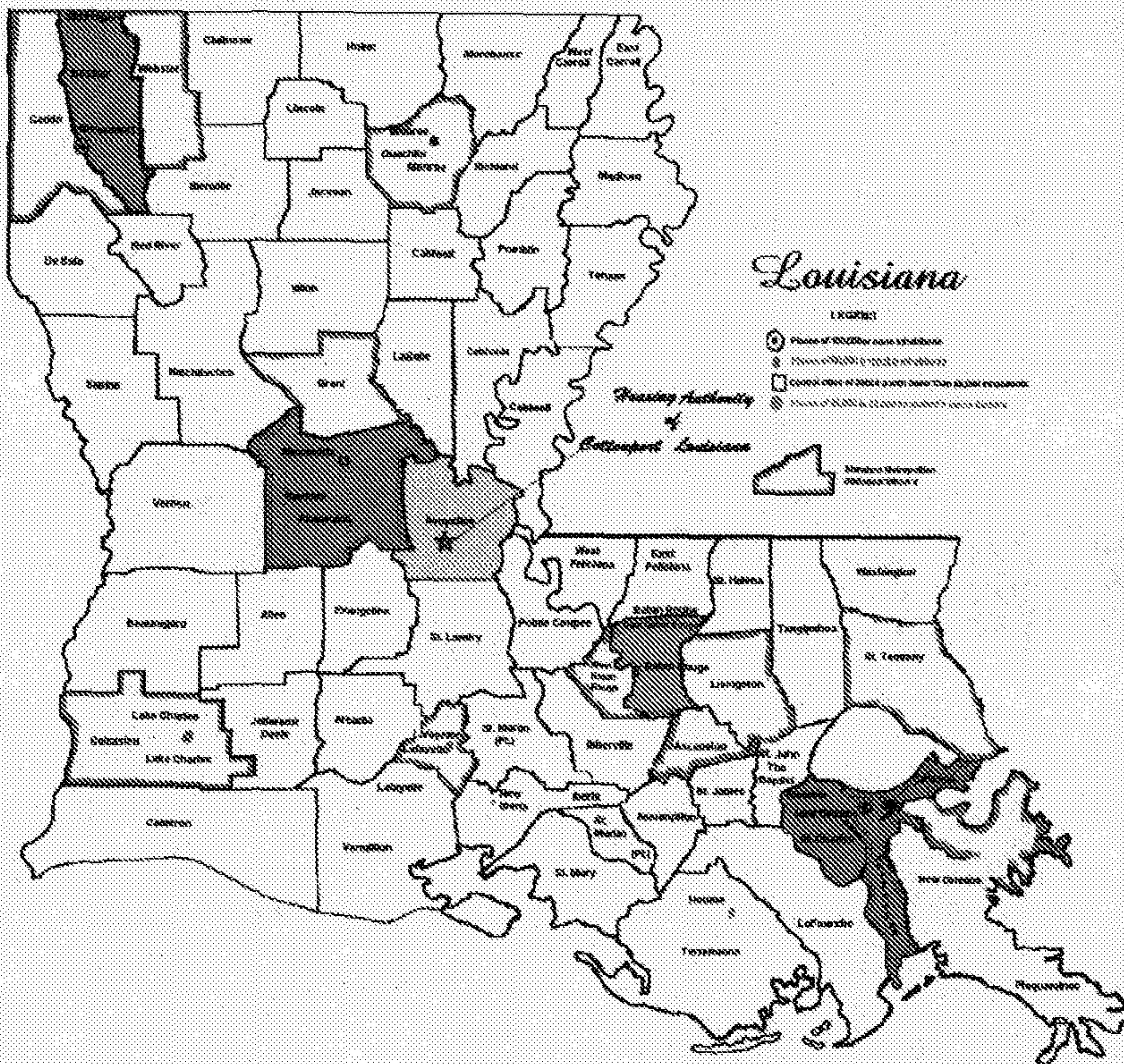
***Financial Statements and
Supplemental Financial Information***

JUNE 30, 2003

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 11-26-03

HOUSING AUTHORITY OF THE CITY OF COTTONPORT
COTTONPORT, LOUISIANA



Under the United States Housing Act of 1937, as amended, the U.S. Department of Housing and Urban Development (HUD) has direct responsibility for administering low income housing programs in the United States. Accordingly, HUD has contracted with the entity to administer certain HUD funds. The entity is a public corporation, legally separate, fiscally independent and governed by Board of Commissioners.

*Housing Authority of the City of Cottonport
Cottonport, Louisiana*

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June 30, 2003*

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INDEPENDENT AUDITOR'S REPORT ON GENERAL PURPOSE FINANCIAL STATEMENTS

Housing Authority of the
City of Cottonport
Cottonport, Louisiana

I have audited the accompanying general purpose financial statements of the Housing Authority of the City of Cottonport, Louisiana, as of and for the year ended June 30, 2003 as listed in the table of contents. These general purpose financial statements are the responsibility of the Authority's management. My responsibility is to express an opinion on these general purpose financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Housing Authority of the City of Cottonport, Louisiana, as of June 30, 2003 and the results of its operations and the cash flows of its proprietary fund types for the year then ended, in conformity with generally accepted accounting principles in the United States of America.

My audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The other supplemental information, combining statements, and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements of the Housing Authority of the City of Cottonport, Louisiana. Such information, has been subjected to the auditing procedures applied in the audit of the general purpose financial statements, and in my opinion, the information is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

In accordance with *Government Auditing Standards*, I have also issued my report dated October 1, 2003, on my consideration of Housing Authority of the City of Cottonport, Louisiana's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of my audit.

October 1, 2003

Jena, Louisiana

John R. Vercher

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Housing Authority of the
City of Cottonport
Cottonport, Louisiana

I have audited the general purpose financial statements of the Housing Authority of the City of Cottonport, Louisiana, as of and for the year ended June 30, 2003 and have issued my report thereon dated October 1, 2003. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Housing Authority of the City of Cottonport, Louisiana's general purpose financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the Housing Authority of the City of Cottonport, Louisiana's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

This report is intended for the information of the Housing Authority of the City of Cottonport, Louisiana's Management and Legislative Auditor's Office. However, this report is a matter of public record and its distribution is not limited.

John R. Vercher

October 1, 2003
Jena, Louisiana

***GENERAL PURPOSE FINANCIAL STATEMENTS
(COMBINED STATEMENTS - OVERVIEW)***

*Housing Authority of the City of Cottonport
Cottonport, Louisiana*

*Proprietary Fund Type – Enterprise Fund
Combined Balance Sheet
As of June 30, 2003*

ASSETS

Current Assets:

Cash and Cash Equivalents	\$ 120,903
Due From Other Funds	6,545
Accounts Receivable – Tenants Dwelling Rents	182
Allowance for Doubtful Accounts – Dwelling Rents	(18)
Prepaid Expenses and Other Assets	12,490
Inventories	24,112
Total Current Assets	\$ 164,214

Fixed Assets

Land	\$ 40,290
Buildings	2,461,803
Leasehold Improvements	371,325
Accumulated Depreciation	(2,358,451)
Construction in Progress	177,926
Total Fixed Assets (Net of Accumulated Depreciation)	\$ 692,893

TOTAL ASSETS

\$ 857,107

LIABILITIES AND EQUITY

LIABILITIES

Current Liabilities (Payable From Current Assets):

Accounts Payable	\$ 392
Accrued Pilot	6,214
Security Deposits	5,290
Accrued Compensated Absences, Current	1,969
Due To Other Funds	6,545
Total Current Liabilities (Payable From Current Assets)	\$ 20,410

Current Liabilities (Payable From Restricted Assets):

Accrued Compensated Absences	\$ 2,239
------------------------------	----------

TOTAL LIABILITIES

\$ 22,649

Equity:

Net HUD PHA Contributions	\$ 686,348
Total Contributed Capital	\$ 686,348

Retained Earnings (Deficit)

\$ 148,110

Total Equity

\$ 834,458

Total Liabilities and Equity

\$ 857,107

The accompanying notes are an integral part of this statement.

*Housing Authority of the City of Cottonport
Cottonport, Louisiana
Proprietary Fund Type – Enterprise Fund
Combined Revenues, Expenses, and Changes in Retained Earnings
For Fiscal Year Ended June 30, 2003*

Operating Revenues:	
Net Tenant Rental Revenue	\$ 65,862
Other Revenue	4,359
Total Operating Revenues	<u>\$ 70,221</u>
Operating Expenses:	
Administrative Salaries	\$ 50,950
Compensated Absences	945
EBC Administrative	9,050
Audit Fees	3,447
Other Operating – Administrative	29,367
Tenant Services – Other	1,668
Water	99
Electricity	2,833
Gas	713
Other Utilities	77
Ordinary Maintenance – Labor	30,853
Materials	7,233
Contract Cost	21,490
EBC Maintenance	5,193
Insurance	18,508
Other General Expenses	6,529
Depreciation	180,947
Total Operating Expenses	<u>\$ 369,902</u>
Operating Income (Loss)	<u>\$ (299,681)</u>
Non-Operating Revenues (Expenses)	
Federal Grants	\$ 227,414
Investment Income	2,290
Total Non-Operating Revenues (Expenses)	<u>\$ 229,704</u>
Income (Loss) Before Operating Transfers	<u>\$ (69,977)</u>
Operating Transfers In (Out)	
Operating Transfers In	\$ 11,009
Operating Transfers Out	(11,009)
Total Operating Transfers In (Out)	<u>\$ -0-</u>
Net Income (Loss)	<u>\$ (69,977)</u>
Add Depreciation	<u>180,947</u>
Increase (Decrease) in Retained Earnings	<u>\$ 110,970</u>
Retained Earnings - Beginning	149,465
Net HUD Contributions – Beginning	754,970
Depreciation Expense	(180,947)
Equity Transfers	-0-
Total Equity	<u>\$ 834,458</u>

The accompanying notes are an integral part of this statement.

*Housing Authority of the City of Cottonport
Cottonport, Louisiana
Proprietary Fund Type – Enterprise Fund
Combined Statement of Cash Flows
For Fiscal Year Ended June 30, 2003*

**CASH FLOWS FROM OPERATING
ACTIVITIES**

Net Income (Loss)	\$ (299,681)
Interfund Transfers	-0-
Adjustment to Reconcile Net Income to Net Cash	
Provided by Operating Activities	
Depreciation	180,947
Prior Period Adjustment	8,351
(Increase) Decrease In:	
Account Receivable	3,514
Prepaid Expenses	(10,942)
Due From	(6,545)
Increase (Decrease) in:	
Accounts Payable	392
Accrued Compensated Absences	879
Due To	6,545
Accrued Liabilities	544

**NET CASH PROVIDED (USED)
BY OPEARTING ACTIVITIES**

\$ (115,996)

**CASH FLOWS FROM INVESTING
ACTIVITIES**

Investments	\$ 2,290
-------------	----------

**NET CASH USED BY
INVESTING ACTIVITIES**

\$ 2,290

**CASH FLOWS FROM FINANCING
ACTIVITIES**

Federal Operating Grants	\$ 115,089
Federal Capital Grants	112,325
Fixed Assets	(118,870)
Security Deposits	50

**NET CASH PROVIDED (USED)
BY FINANCING ACTIVITIES**

\$ 108,594

NET INCREASE (DECREASE) IN CASH

\$ (5,112)

CASH AT BEGINNING OF YEAR

126,015

CASH AT END OF YEAR

\$ 120,903

SUPPLEMENTAL DISCLOSURES

Interest Paid	\$ -0-
---------------	--------

The accompanying notes are an integral part of this statement.

*Housing Authority of
the City of Cottonport
Cottonport, Louisiana*

Notes to the Financial Statements

(1) SUMMARY OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

A. Organization -

The entity is chartered as a public corporation for the purpose of administering housing programs for low income families.

Under the United States Housing Act of 1937, as amended, the U.S. Department of Housing and Urban Development (HUD) has direct responsibility for administering low-income housing programs in the United States. Accordingly, HUD has entered into a contract with the entity to make annual contributions (subsidies) for the purpose of funding its programs for low-income families.

The PHA applies all GASB pronouncements as well as the Financial Accounting Standards Board pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

At June 30, 2003, the Authority was managing 60 units of Low Rent Public Housing under FW-652 and a Capital Fund Program.

B. Financial Reporting -

1. **Reporting entity.** This report includes all funds and accounts which are controlled by the entity's governing body. Control was determined on the basis of budget adoption, authority to issue debt, authority to execute contracts and general oversight responsibility. The board is appointed by the City of Cottonport, Louisiana and is considered a related organization to that body. However, the Cottonport Housing Authority is a legally separate entity and these financial statements contain only the financial activity of the entity.

2. **Fund accounting.** The accounts of the Cottonport PHA (Public Housing Authority) are organized on the basis of funds, each of which is considered a separate accounting entity. The fund is reported by generic fund type in the financial statements.

Enterprise Funds

The enterprise funds are used for activities which are financed and operated in a manner similar to private business enterprise where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or where the governing body has decided that periodic determination of revenues earned, expenses incurred, or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

3. **Basis of accounting.** Basis of accounting refers to the time at which revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting related to the timing of the measurement made, regardless of the measurement focus applied.

*Housing Authority of
the City of Cottonport
Cottonport, Louisiana*

*Notes to the Financial Statements
(Continued)*

Enterprise Funds

These funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets.

Expenditures are generally recognized under the accrual basis of accounting when the related fund liability is incurred.

(2) CASH AND INVESTMENTS - (INVESTMENTS IN EXCESS OF 90 DAYS)

Deposits

It is the Authority's policy for deposits to be 100% secured by collateral at market or par, whichever is lower, less the amount of the Federal Deposit Insurance Corporation insurance. The Authority's deposits are categorized to give an indication of the level of risk assumed by the District at year-end. The categories are describes as follows:

- *Category 1* – Insured or collateralized with securities held by the Authority or by its agent in the Authority's name.
- *Category 2* – Collateralized with securities held by the pledging financial institution's trust department or agent in the Authority's name.
- *Category 3* – Uncollateralized.

	Book Balance 06/30/2003
Cash and Investments In Bank	<u>120,903</u>
Total Cash and Investments In Bank	<u>\$ 120,903</u>
<i>Secured as Follows:</i>	
FDIC (<i>Category - 1</i>)	\$ 100,000
Securities (<i>Category 2</i>)	<u>43,701</u>
Total Securities	<u>\$ 143,701</u>

*Housing Authority of
the City of Cottonport
Cottonport, Louisiana*

**Notes to the Financial Statements
(Continued)**

(3) FIXED ASSETS

Soft costs, formerly capitalized, have been written off and fixed assets are depreciated on the straight-line method over their estimated useful lives as follows:

	Buildings	20 Years		
	Buildings Improvements	10 Years		
	Nondwelling Structures	10 Years		
	Vehicles	5 Years		
	Beginning of Period	Additions	Deletions	End of Period
Land	\$ 40,290	\$ -0-	\$ -0-	\$ 40,290
Buildings	2,446,089	15,714	-0-	2,461,803
Site Improvement	284,829	86,496	-0-	371,325
Construction In Progress	161,266	16,660		177,926
Total	\$ 2,932,474	\$ 118,870	\$ -0-	\$ 3,051,344
Accumulated Depreciation	\$ 2,177,504	\$ 180,947	\$ -0-	\$ 2,358,451

All land and buildings are encumbered by a Declaration of Trust in favor of the United States of America as security for obligations guaranteed by the government and to protect other interests of the government.

(4) CONTINGENCIES

The entity is subject to possible examinations made by federal regulators who determine compliance with terms, conditions, laws and regulations governing grants given to the entity in the current and prior years. These examinations may result in required refunds by the entity to federal grantors and/or program beneficiaries.

(5) COMMISSIONERS

<u>Name</u>	<u>Title</u>	<u>Salary</u>
Lester Friels	Chairman	\$ 560
Peter Martin	Co-Chairman	540
Elizabeth Dobison	Tenant - Commissioner	600
Reece Chenevert	Commissioner	520
Lillian Sampson (Antoine)	Commissioner	600

(6) LITIGATION

The Authority had no outstanding judgments or pending litigation as of June 30, 2003.

*Housing Authority of
the City of Cottonport
Cottonport, Louisiana*

*Notes to the Financial Statements
(Continued)*

(7) RETIREMENT PLANS

The Authority provides a simplified employer pension whereby the employer agrees to provide a discretionary contributions to the individual retirement accounts (IRA's) to it eligible employees. During the year the authority contributed \$2,077 to employees IRA's

(8) USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(9) ENCUMBRANCES

The Authority does not utilize encumbrance accounting.

(10) INVENTORIES

Inventories are stated at cost and consist of office and miscellaneous supplies.

(11) BUDGETING

The authority is required by its HUD Annual Contributions Contract to adopt annual budgets for the Low Rent Housing Program and the Section 8 Programs. Annual Budgets are not required for modernization and drug elimination grants as their budgets are approved for the length of the project. Both annual and project length budgets require grantor approval.

(12) PRIOR PERIOD ADJUSTMENTS

Prior period adjustments were made to enterprise funds to correct the receivables.

(13) DUE TO DUE FROM

	<u>Due To</u>	<u>Due From</u>
Low Rent	\$ 6,545	\$ -0-
Capital Projects	-0-	6,545
Total	<u>\$ 6,545</u>	<u>\$ 6,545</u>

Interfund receivables and payables have not been eliminated in the "total" columns.

Proprietary Fund Types
Enterprise Funds
Combining

*Housing Authority of the City of Cottonport
Cottonport, Louisiana*

*Proprietary Fund Type – Enterprise Fund
Combining Balance Sheet
As of June 30, 2003*

	Public Housing Programs				
	Low Rent	2002 CFP	2001 CFP	2000 CFP	TOTAL
ASSETS					
Current Assets:					
Cash and Cash Equivalents	\$ 120,903	\$ -0-	\$ -0-	\$ -0-	\$ 120,903
Due From Other Funds	6,545	-0-	-0-	-0-	6,545
Accounts Receivable – Tenants Dwelling Rents	182	-0-	-0-	-0-	182
Allowance for Doubtful Accounts – Dwelling Rents	(18)	-0-	-0-	-0-	(18)
Prepaid Expenses and Other Assets	12,490	-0-	-0-	-0-	12,490
Inventories	24,112	-0-	-0-	-0-	24,112
Total Current Assets	\$ 164,214	\$ -0-	\$ -0-	\$ -0-	\$ 164,214
Fixed Assets					
Land	\$ 40,290	\$ -0-	\$ -0-	\$ -0-	\$ 40,290
Buildings	2,461,803	-0-	-0-	-0-	2,461,803
Leasehold Improvements	371,325	-0-	-0-	-0-	371,325
Accumulated Depreciation	(2,358,451)	-0-	-0-	-0-	(2,358,451)
Construction in Progress	-0-	-0-	85,878	92,048	177,926
Total Fixed Assets (Net of Accumulated Depreciation)	\$ 514,967	\$ -0-	\$ 85,878	\$ 92,048	\$ 692,893
TOTAL ASSETS	\$ 679,181	\$ -0-	\$ 85,878	\$ 92,048	\$ 857,107
LIABILITIES AND EQUITY					
LIABILITIES					
Current Liabilities (Payable From Current Assets):					
Accounts Payable	\$ 392	\$ -0-	\$ -0-	\$ -0-	\$ 392
Accrued Pilot	6,214	-0-	-0-	-0-	6,214
Security Deposits	5,290	-0-	-0-	-0-	5,290
Accrued Compensated Absences, Current	1,969	-0-	-0-	-0-	1,969
Due To Other Funds	-0-	-0-	\$ 6,545	-0-	6,545
Total Current Liabilities (Payable From Current Assets)	\$ 13,865	\$ -0-	\$ 6,545	\$ -0-	\$ 20,410
Non-Current Liabilities					
Accrued Compensated Absences	\$ 2,239	\$ -0-	\$ -0-	\$ -0-	\$ 2,239
TOTAL LIABILITIES	\$ 16,104	\$ -0-	\$ 6,545	\$ -0-	\$ 22,649
Equity:					
Net HUD PHA Contributions	\$ 514,967	\$ -0-	\$ 79,333	\$ 92,048	\$ 686,348
Total Contributed Capital	\$ 514,967	\$ -0-	\$ 79,333	\$ 92,048	\$ 686,348
Retained Earnings (Deficit)	\$ 148,110	\$ -0-	\$ -0-	\$ -0-	\$ 148,110
Total Equity	\$ 663,077	\$ -0-	\$ 79,333	\$ 92,048	\$ 834,458
Total Liabilities and Equity	\$ 679,181	\$ -0-	\$ 85,878	\$ 92,048	\$ 857,107

The accompanying notes are an integral part of this statement.

Housing Authority of the City of Cottonport
Cottonport, Louisiana
Proprietary Fund Type – Enterprise Fund
Combining Revenues, Expenses, and Changes in Retained Earnings
For Fiscal Year Ended June 30, 2003

	Public Housing Programs				
	Low Rent	2002 CFP	2001 CFP	2000 CFP	TOTAL
Operating Revenues:					
Net Tenant Rental Revenue	\$ 65,862	\$ -0-	\$ -0-	\$ -0-	\$ 65,862
Other Revenue	4,359	-0-	-0-	-0-	4,359
Total Operating Revenues	<u>\$ 70,221</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 70,221</u>
Operating Expenses:					
Administrative Salaries	\$ 50,950	\$ -0-	\$ -0-	\$ -0-	\$ 50,950
Compensated Absences	945	-0-	-0-	-0-	945
EBC Administrative	9,050	-0-	-0-	-0-	9,050
Audit Fees	3,447	-0-	-0-	-0-	3,447
Other Operating – Administrative	18,480	-0-	10,887	-0-	29,367
Tenant Services – Other	1,668	-0-	-0-	-0-	1,668
Water	99	-0-	-0-	-0-	99
Electricity	2,833	-0-	-0-	-0-	2,833
Gas	713	-0-	-0-	-0-	713
Other Utilities	77	-0-	-0-	-0-	77
Ordinary Maintenance – Labor	30,853	-0-	-0-	-0-	30,853
Materials	7,233	-0-	-0-	-0-	7,233
Contract Cost	21,490	-0-	-0-	-0-	21,490
EBC Maintenance	5,193	-0-	-0-	-0-	5,193
Insurance	18,508	-0-	-0-	-0-	18,508
Other General Expenses	6,529	-0-	-0-	-0-	6,529
Depreciation	180,947	-0-	-0-	-0-	180,947
Total Operating Expenses	<u>\$ 359,015</u>	<u>\$ -0-</u>	<u>\$ 10,887</u>	<u>\$ -0-</u>	<u>\$ 369,902</u>
Operating Income (Loss)	<u>\$ (288,794)</u>	<u>\$ -0-</u>	<u>\$ (10,887)</u>	<u>\$ -0-</u>	<u>\$ (299,681)</u>
Non-Operating Revenues (Expenses)					
Federal Grants	\$ 93,193	\$ -0-	\$ 31,164	\$ 103,057	\$ 227,414
Investment Income	2,290	-0-	-0-	-0-	2,290
Total Non-Operating Revenues (Expenses)	<u>\$ 95,483</u>	<u>\$ -0-</u>	<u>\$ 31,164</u>	<u>\$ 103,057</u>	<u>\$ 229,704</u>
Income (Loss) Before Operating Transfers	<u>\$ (193,311)</u>	<u>\$ -0-</u>	<u>\$ 20,277</u>	<u>\$ 103,057</u>	<u>\$ (69,977)</u>
Operating Transfers In (Out)					
Operating Transfers In	\$ 11,009	\$ -0-	\$ -0-	\$ -0-	\$ 11,009
Operating Transfers Out	-0-	-0-	-0-	(11,009)	(11,009)
Total Operating Transfers In (Out)	<u>\$ 11,009</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ (11,009)</u>	<u>\$ -0-</u>
Net Income (Loss)	<u>\$ (182,302)</u>	<u>\$ -0-</u>	<u>\$ 20,277</u>	<u>\$ 92,048</u>	<u>\$ (69,977)</u>
Add Depreciation	<u>180,947</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>180,947</u>
Increase (Decrease) in Equity	<u>\$ (1,355)</u>	<u>\$ -0-</u>	<u>\$ 20,277</u>	<u>\$ 92,048</u>	<u>\$ 110,970</u>
Retained Earnings - Beginning	<u>149,465</u>				149,465
Retained Earnings - Ending	<u>\$ 148,110</u>				
Net HUD Contributions – Beginning	593,704	102,210	59,056	-0-	754,970
Depreciation Expense	(180,947)	-0-	-0-	-0-	(180,947)
Equity Transfers	102,210	(102,210)	-0-	-0-	-0-
Net HUD Contributions - Ending	<u>\$ 514,967</u>	<u>\$ -0-</u>	<u>79,333</u>	<u>\$ 92,048</u>	
Total Equity					<u>\$ 834,458</u>

The accompanying notes are an integral part of this statement.

Housing Authority of the City of Cottonport
Cottonport, Louisiana
Proprietary Fund Type – Enterprise Fund
Combining Statement of Cash Flows
For Fiscal Year Ended June 30, 2003

	Low Rent	2000 CFP	2001 CFP	2002 CFP	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Net Income (Loss)	\$ (288,794)	\$ -0-	\$ (10,887)	\$ -0-	\$ (299,681)
Interfund Transfers	11,009	-0-	-0-	(11,009)	-0-
Adjustment to Reconcile Net Income to Net Cash Provided by Operating Activities					
Depreciation	180,947	-0-	-0-	-0-	180,947
Prior Period Adjustment	8,351	-0-	-0-	-0-	8,351
(Increase) Decrease In:					
Account Receivable	3,514	-0-	-0-	-0-	3,514
Prepaid Expenses	(10,942)	-0-	-0-	-0-	(10,942)
Due From	(6,545)	-0-	-0-	-0-	(6,545)
Increase (Decrease) in:					
Accounts Payable	392	-0-	-0-	-0-	392
Accrued Compensated Absences	879	-0-	-0-	-0-	879
Due To	-0-	-0-	6,545	-0-	6,545
Accrued Liabilities	544	-0-	-0-	-0-	544
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ (100,645)</u>	<u>\$ -0-</u>	<u>\$ (4,342)</u>	<u>\$ (11,009)</u>	<u>\$ (115,996)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Investments	<u>\$ 2,290</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 2,290</u>
NET CASH USED BY INVESTING ACTIVITIES	<u>\$ 2,290</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 2,290</u>
CASH FLOWS FROM FINANCING ACTIVITIES					
Federal Operating Grants	\$ 93,193	\$ -0-	\$ 10,887	\$ 11,009	\$ 115,089
Federal Capital Grants	-0-	-0-	20,277	92,048	112,325
Fixed Assets	-0-	-0-	(26,822)	(92,048)	(118,870)
Security Deposits	50	-0-	-0-	-0-	50
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	<u>\$ 93,243</u>	<u>\$ -0-</u>	<u>\$ 4,342</u>	<u>\$ 11,009</u>	<u>\$ 108,594</u>
NET INCREASE (DECREASE) IN CASH	<u>\$ (5,112)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ (5,112)</u>
CASH AT BEGINNING OF YEAR	<u>126,015</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>126,015</u>
CASH AT END OF YEAR	<u><u>\$ 120,903</u></u>	<u><u>\$ -0-</u></u>	<u><u>\$ -0-</u></u>	<u><u>\$ -0-</u></u>	<u><u>\$ 120,903</u></u>
SUPPLEMENTAL DISCLOSURES					
Interest Paid	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

The accompanying notes are an integral part of this statement.

Supplementary Information

*Housing Authority of the City of Cottonport
Cottonport, Louisiana*

*Statement and Certification of Actual Modernization Cost
Annual Contribution Contract*

1. The Actual Modernization Costs are as follows:	Project 2002	Project 2001	Project 2000	Total
Funds Approved	\$ 110,096	\$ 115,872	\$ 113,566	\$ 339,534
Funds Expended	<u>(103,057)</u>	<u>(108,352)</u>	<u>(113,566)</u>	<u>(324,975)</u>
Excess of Funds Approved	<u>\$ 7,039</u>	<u>\$ 7,520</u>	<u>\$ -0-</u>	<u>\$ 14,559</u>
2. Funds Advanced	\$ 103,057	\$ 108,352	\$ 113,566	\$ 324,975
Funds Expended	<u>(103,057)</u>	<u>(108,352)</u>	<u>(113,566)</u>	<u>(324,975)</u>
Excess of Funds Advanced	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

The accompanying notes are an integral part of this statement.

**HOUSING AUTHORITY OF THE CITY OF COTTONPORT
COTTONPORT, LOUISIANA**

**AUDIT ADJUSTMENTS
FOR THE YEAR ENDED JUNE 30, 2003**

Acct. No.	Description		
2802	HUD Contributions	29,461.20	
4800	Depreciation Expense		3,954.20
1400.9	Furniture/Machinery		25,507.00
	To adjust fixed assets and depreciation per W/P F-1.		
1400.5	Accumulated Depreciation	9,690.20	
2802	HUD Contributions		9,690.20
	To adjust accumulated depreciation to schedule per F-1-3.		
2806	Sundry	180.06	
2806	Materials	2,039.89	
1260	Inventory - Materials		2,219.95
	To adjust inventory to physical count.		

**HOUSING AUTHORITY OF THE CITY OF COTTONPORT
COTTONPORT, LOUISIANA**

**SCHEDULE OF FINDINGS AND QUESTIONED COST
For the Year Ended June 30, 2003**

I have audited the general purpose financial statements of the Housing Authority of the City of Cottonport, Louisiana, as of and for the year ended June 30, 2003 and have issued my report thereon dated October 1, 2003. I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. My audit of the financial statements as of June 30, 2003 resulted in a unqualified opinion.

Section I Summary of Auditor's Reports

a. Report on Internal Control and Compliance Material to the Financial Statements

Internal Control

Material Weaknesses ☐ Yes ☒ No Reportable Conditions ☐ Yes ☒ No

Compliance

Compliance Material to Financial Statements ☐ Yes ☒ No

b. Federal Awards - (Not Applicable)

Internal Control

Material Weaknesses ☐ Yes ☐ No Reportable Conditions ☐ Yes ☐ No

Type of Opinion On Compliance ☐ Unqualified ☐ Qualified
For Major Programs ☐ Disclaimer ☐ Adverse

Are the findings required to be reported in accordance with Circular A-133, Section .510(a)?

☐ Yes ☐ No

c. Identification Of Major Programs:

<u>CFDA Number (s)</u>	<u>Name Of Federal Program (or Cluster)</u>

Dollar threshold used to distinguish between Type A and Type B Programs:

\$ 300,000

Is the auditee a 'low-risk' auditee, as defined by OMB Circular A-133?

☐ Yes ☐ No

**HOUSING AUTHORITY OF THE CITY OF COTTONPORT
COTTONPORT, LOUISIANA**

**SCHEDULE OF FINDINGS AND QUESTIONED COST
*For the Year Ended June 30, 2003***

Section II Financial Statement Findings Required To Be Reported In Accordance With GAGAS

No items to report.

Section III Federal Awards Findings and Questioned Costs

No items to report.

**HOUSING AUTHORITY OF THE CITY OF COTTONPORT
COTTONPORT, LOUISIANA**

**MANAGEMENT'S SUMMARY
OF PRIOR YEAR FINDINGS**

Legislative Auditor
State of Louisiana
Baton Rouge, Louisiana 70804-9397

The management of the Housing Authority of the City of Cottonport, Louisiana has provided the following action summaries relating to audit findings brought to their attention as a result of their financial audit for the year ended June 30, 2002.

There were no prior year audit findings.